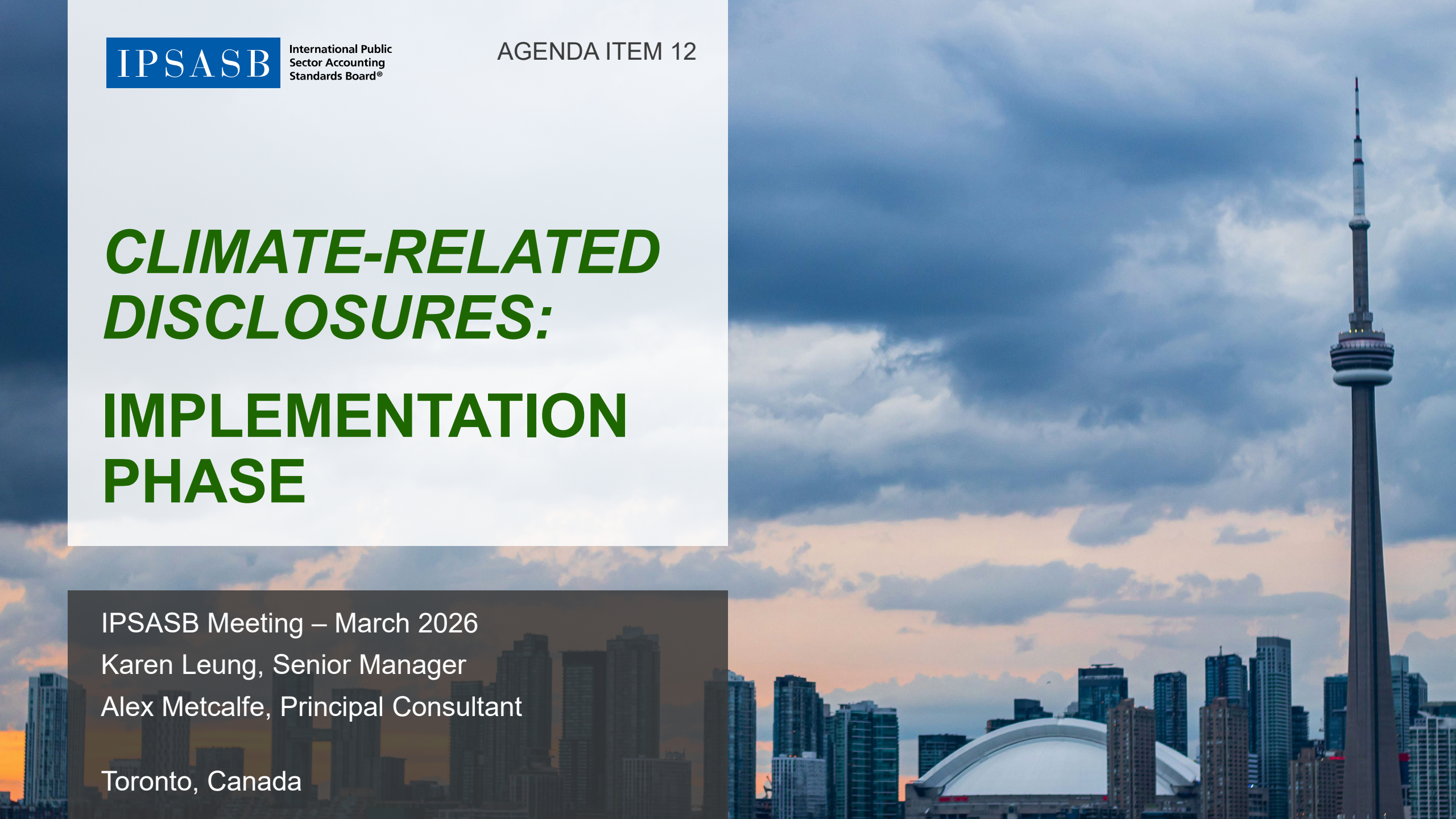
IPSASB International Public Sector Accounting Standards Board®

AGENDA ITEM 12

CLIMATE-RELATED DISCLOSURES:

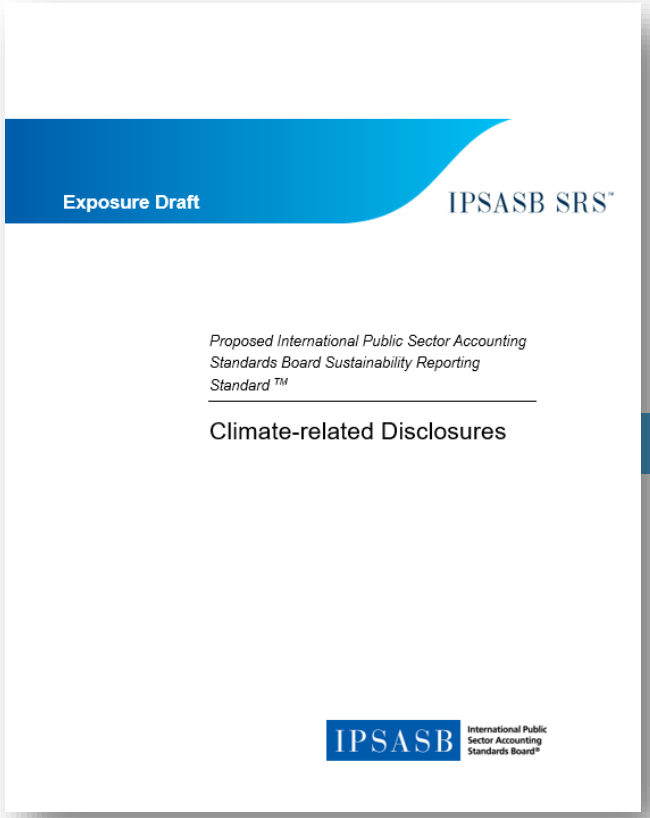
IMPLEMENTATION PHASE



IPSASB Meeting – March 2026
Karen Leung, Senior Manager
Alex Metcalfe, Principal Consultant

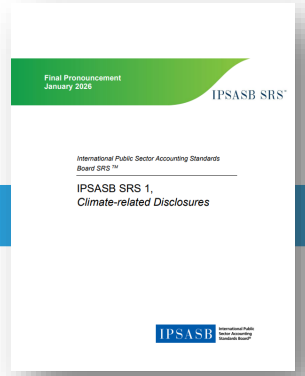
Toronto, Canada

IPSASB's Focus in 2026 – Implementation



Decision to split into two phases
June 2025

Approval of IPSASB SRS 1, *Climate-related Disclosures*
December 2025



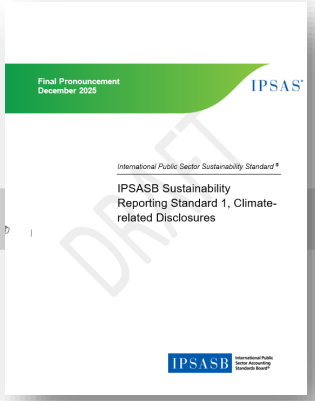
Develop implementation material
January 2026 – ongoing

Effective Jan 1, 2028

Phase 1 *An entity's day-to-day activities*

Analyze responses to ED (Public Policy Programs)
January 2026 – ongoing

Phase 2 *Public Policy Programs*



Approval of 'Public Policy Programs' guidance
To be determined

Planned Areas to Support Adoption and Implementation

Publication and Communication

- Publish IPSASB SRS 1 in Q1 2026
- Issue supporting communication materials (e.g. At-A-Glance, webcast, and IPSASB website updates)

Outreach and Awareness

- Host a launch event for IPSASB SRS 1
- Deliver regional roundtables and other outreach activities to encourage adoption and implementation

Educational Material

- Publish educational material on materiality, adapting existing content
- Compile knowledge resources relevant to the IPSASB SRS 1

Implementation Support

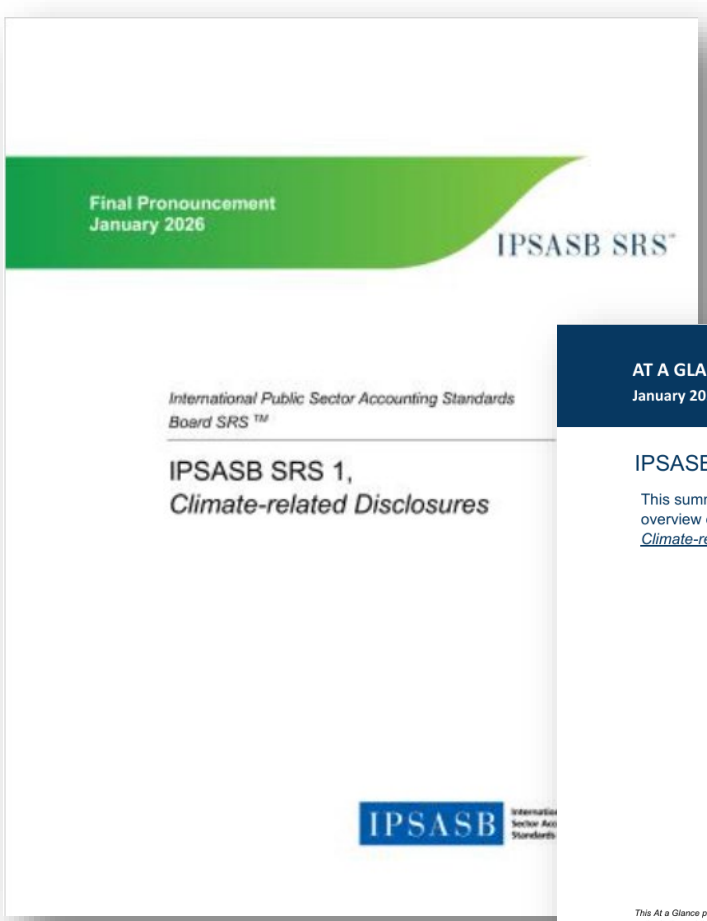
- Encourage IPSASB SIF Implementation Leaders to implement IPSASB SRS 1
- Engage with the preparer community to gather practical implementation insights

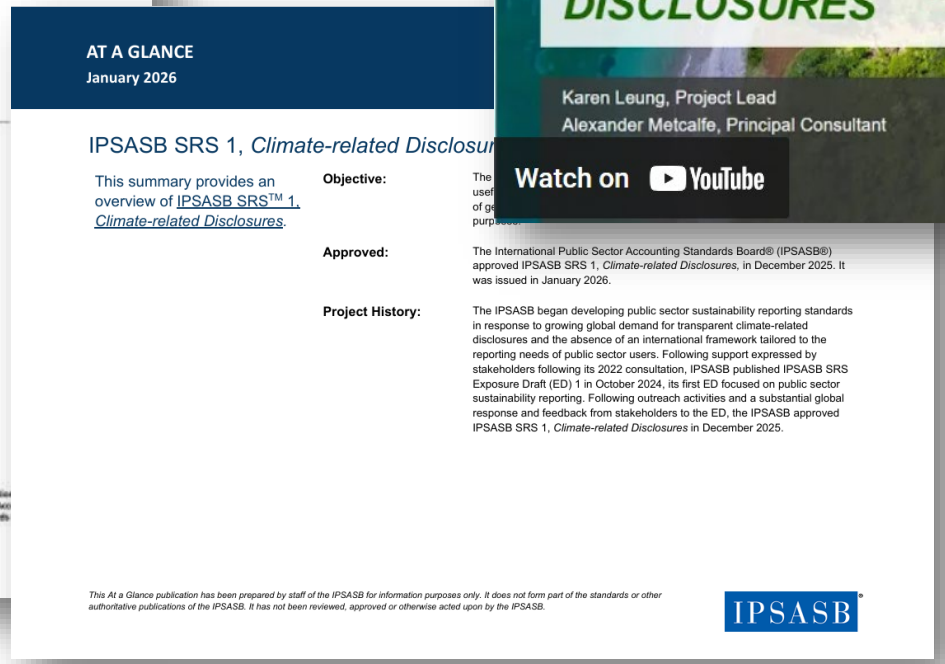
Progress Update – March 2026

Activities to Support Adoption and Implementation		Description
	Publication Materials	Published an At-a-Glance document, webcast, and consultation summary alongside the IPSASB SRS 1.
	IPSASB SRS 1 Webinar	Conducted a one-hour webinar with (900+) attendees.
	SIF Q1 Meetings	Conducted two SIF meetings focused on supporting implementation of IPSASB SRS 1.
	SRG Q1 Meeting	Conducted a SRG meeting focused on supporting implementation of IPSASB SRS 1.

Progress Update – March 2026

Publication Materials



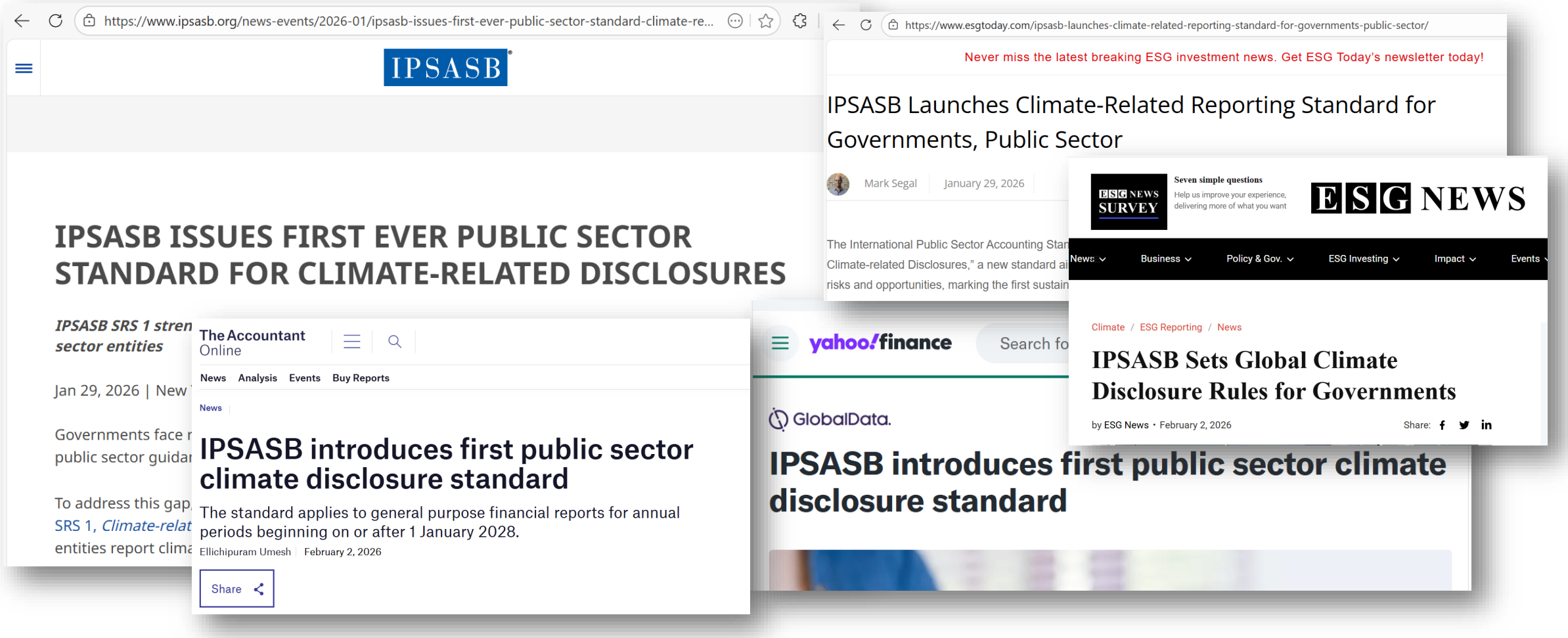






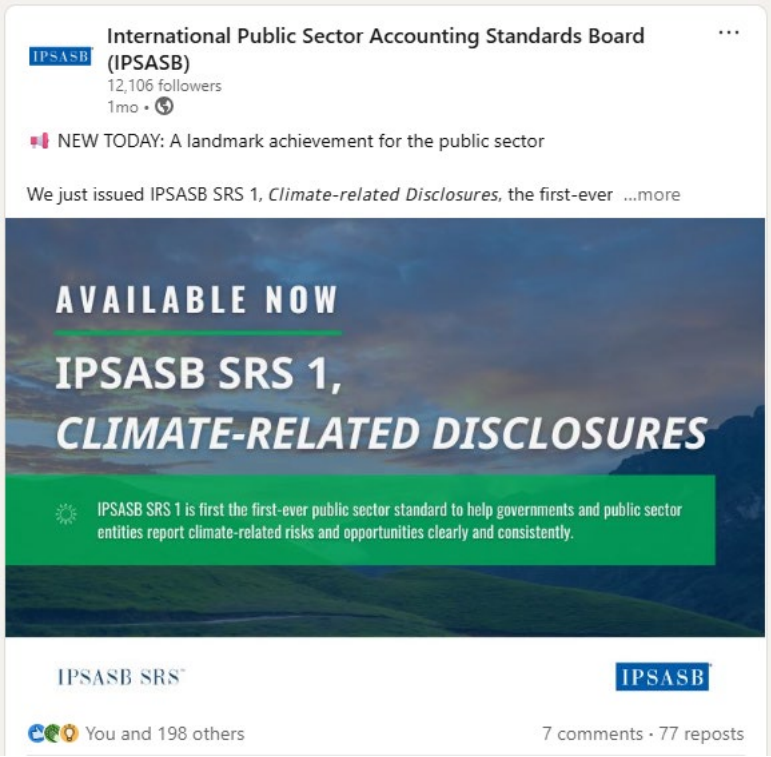
Progress Update – March 2026

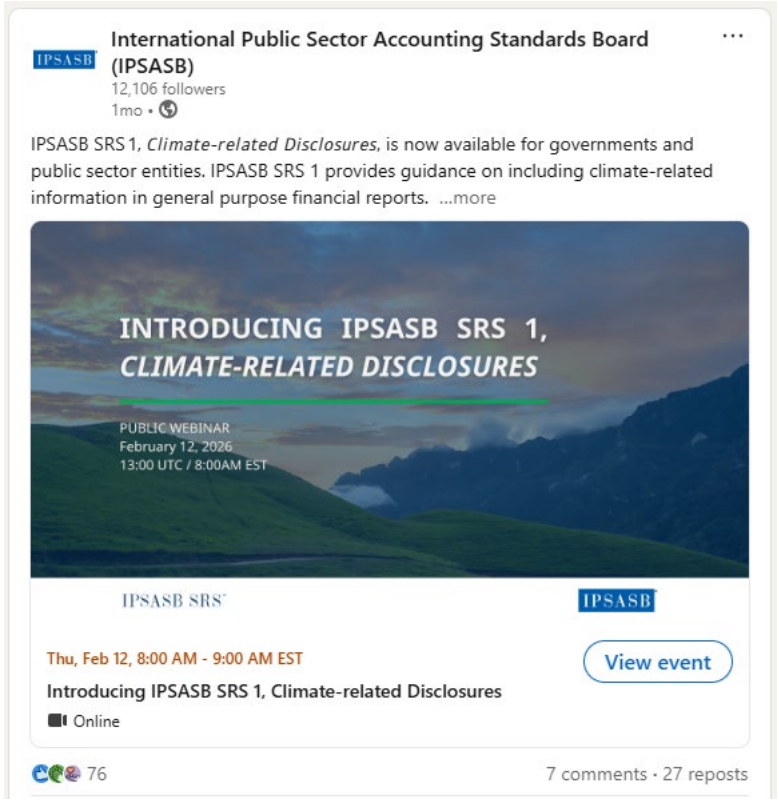
Publication of IPSASB SRS 1

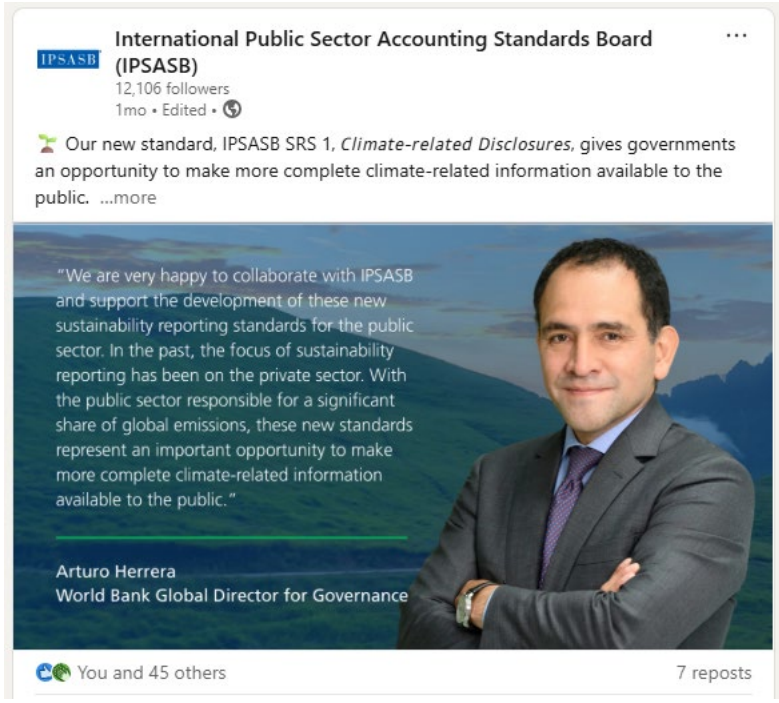


Progress Update – March 2026

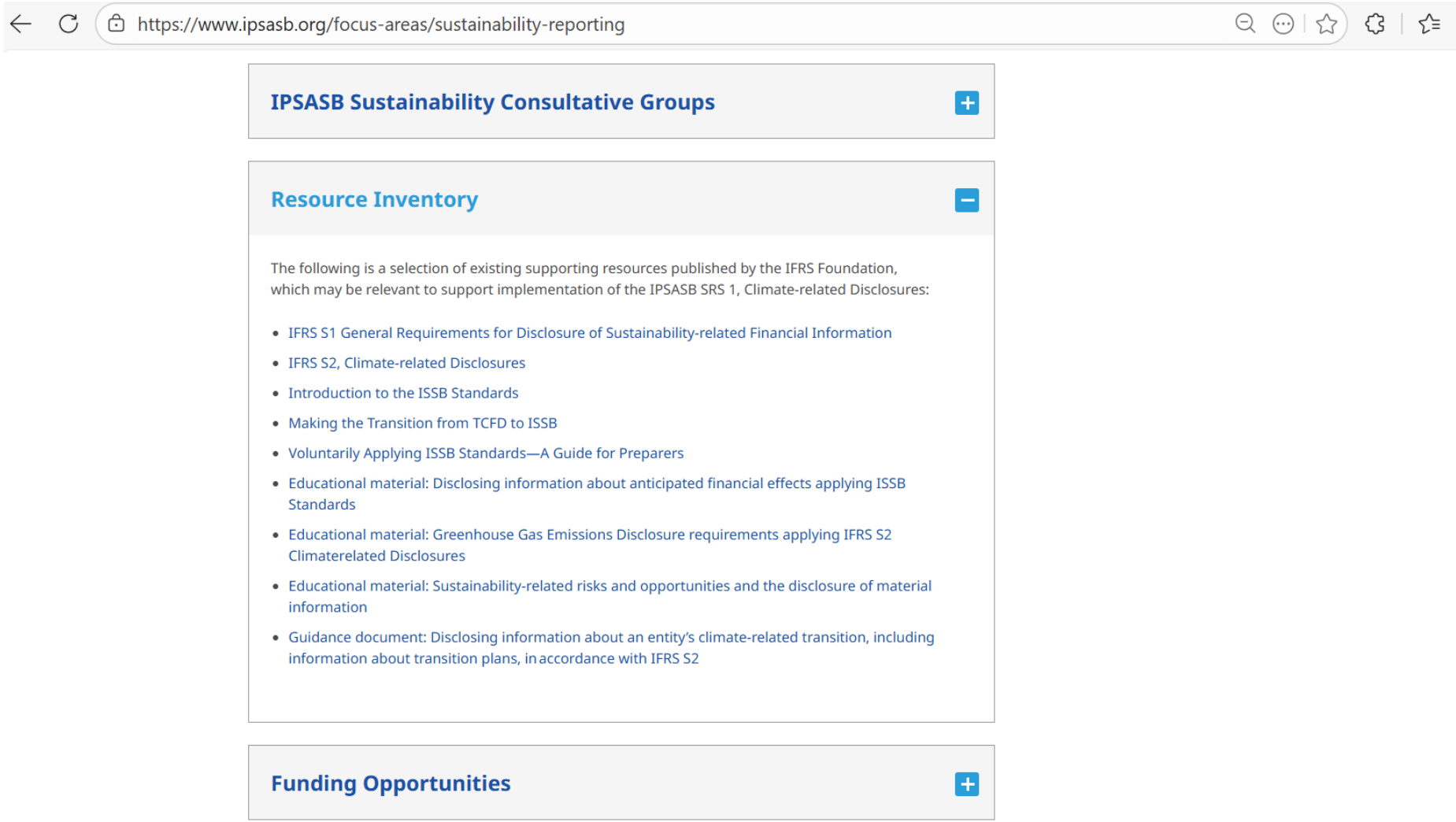
Raising awareness on social media







Progress Update – March 2026



Progress Update – March 2026

Updated set of slides on disclosure requirements in IPSASB SRS 1

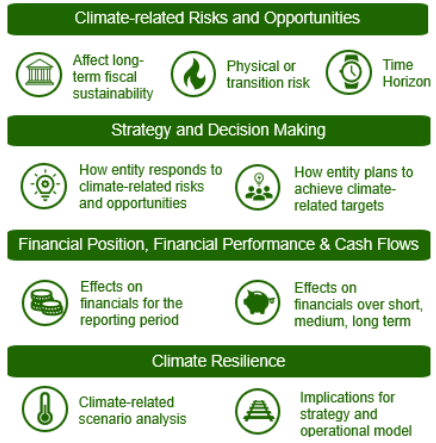
Governance





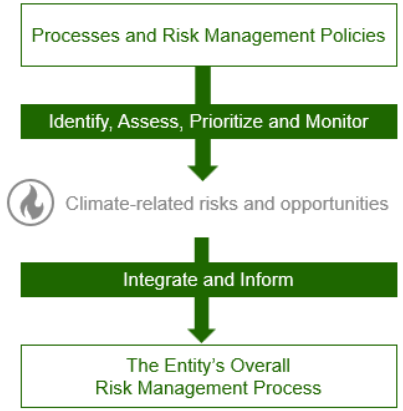
Strategy



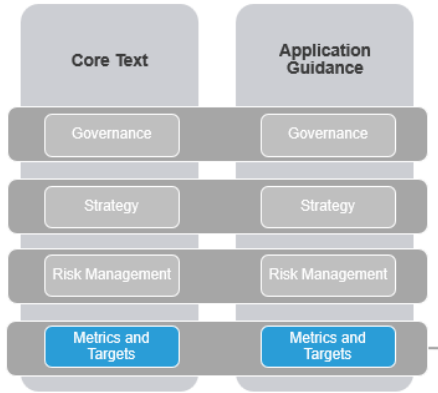


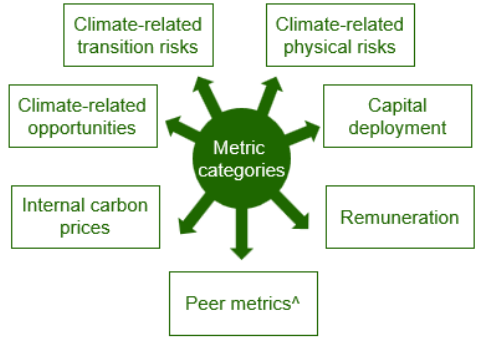
Risk Management





Metrics and Targets





Climate-related targets to monitor progress towards achieving strategic goals

^ *Entities may consider its application where appropriate*

IPSASB

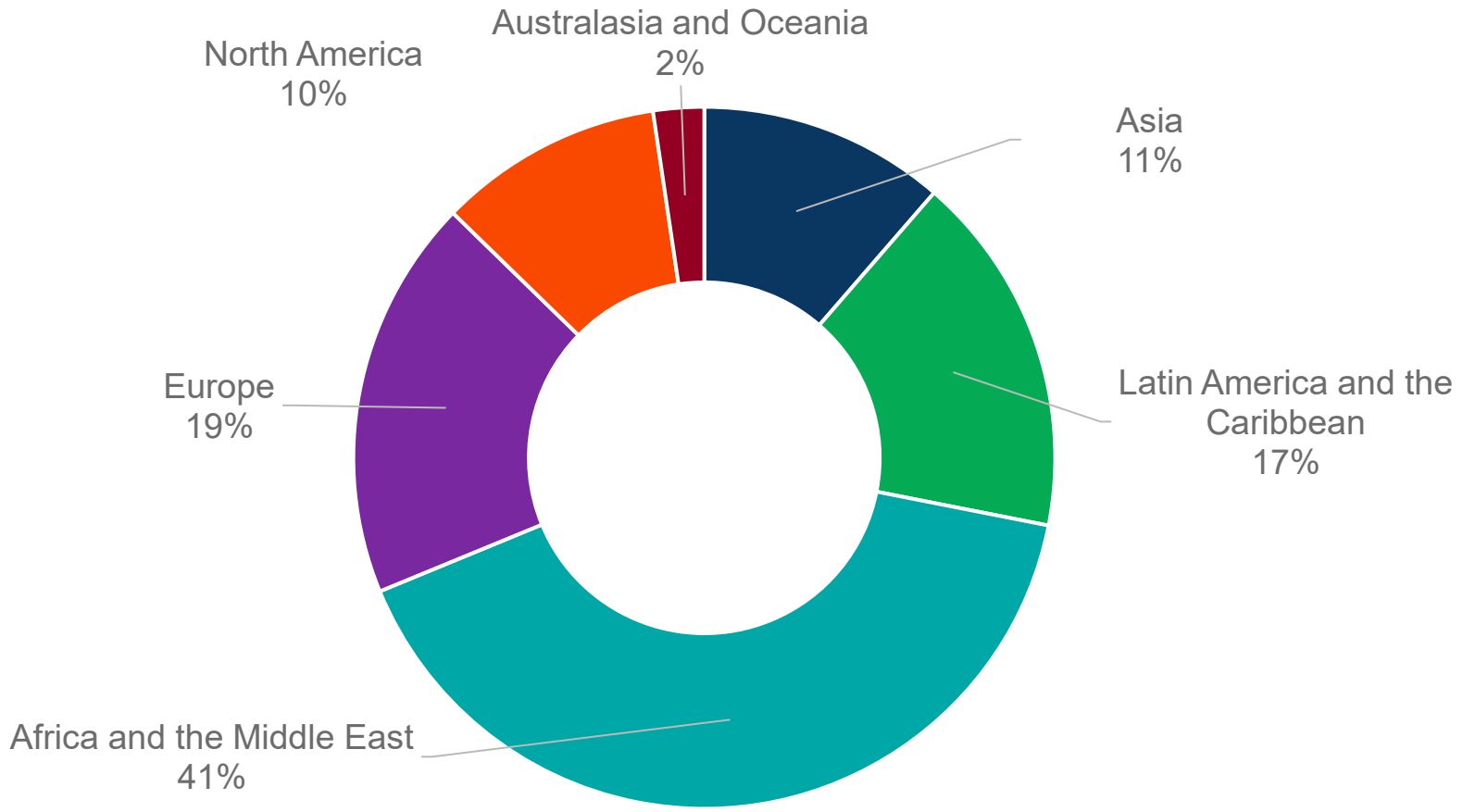
IPSASB SRS 1 Webinar

Public webinar on IPSASB SRS 1 – Held February 12, 2026



IPSASB SRS 1 Webinar

985 Attendees



SIF Implementation Leaders

23 entities across 6 regions



Academic Clotilde Naulet
ASB Nepal
Australia Commonwealth
BPK (Audit Board of Indonesia)
Brazil National Treasury
Brazilian Commission for Integrated Reporting
City of Calgary
City of Montreal
City of Ottawa
City of Toronto
City of Vancouver
CNOCP
FRC Nigeria
Institute of Sustainability Africa
IWK Health
PSASB Kenya
Ministry of Finance Baden-Württemberg
NSW Treasury
Office of Auditor General of Canada
Transport for London
UNOPS
University of São Paulo
WIPO

Observers:
World Bank
A4S
PSAB
ECCC Canada
Dept of Finance Canada

SIF Insights – Potential Areas for Implementation Support



Public Sector Governance

Fragmented oversight structures, identification of Board and management



Scenario Analysis

Low maturity of scenario analysis methodologies, alignment of time horizons with electoral cycles



Metrics and Targets

Measuring Scope 3 greenhouse gas emissions, internal carbon pricing



Supporting Resources

Explore peer learning opportunities and tools to help entities identify data gaps and disclosure gaps

SRG Insights



Awareness Building

Conversations are still private sector focused – work needs to be done to build awareness on IPSASB SRS 1



Leveraging Existing Work

Important for the IPSASB to make use of existing guidance to support implementation



Adoption of the Standard

Some conversations are taking place to consider the adoption of IPSASB SRS 1



Partnerships

Opportunities for the IPSASB to explore partnerships across the PFM system

Jurisdictional Engagement with IPSASB SRS 1

Jurisdiction	Stakeholder	Overview
Brazil	National Treasury	Considering adoption and implementation of IPSASB SRS 1
Nigeria	Financial Reporting Council	Considering adoption and implementation of IPSASB SRS 1 as part of Phase 4 of its sustainability reporting roadmap
Sri Lanka	Government	Task Force established to consider adoption and implementation of IPSASB SRS 1
Philippines	Government	Considering adoption and implementation of IPSASB SRS 1
Tanzania	Ministry of Finance	Considering adoption and implementation of IPSASB SRS 1
Canada	Local government and entities	Increasing alignment of climate-related disclosures to IPSASB SRS 1
Zimbabwe	Government	Considering adoption and implementation of IPSASB SRS 1

Organizational Engagement with IPSASB SRS 1

Organization	Overview
CDP	Include the IPSASB SRS 1 in its Cities and States and Regions questionnaires, starting from 2027.
IDI	Launched a new global initiative on the audit and assurance of sustainability reporting in the public sector (AASuRe) - including the development of diagnostic tools, an audit and assurance framework, and developing the necessary professional competencies in Supreme Audit Institutions.
Climate Interactive	Initial engagement with IPSASB staff to understand En-ROADS as a free resource for climate-related scenario analysis.

Next Steps – Building Awareness of IPSASB SRS 1

Quarter	Location	Description of Engagement
Q1 2026	Johannesburg, South Africa	API PFM Summit – Introduction to IPSASB SRS 1, *Climate-related Disclosures*
	Washington D.C., USA	Launch event of the IPSASB SRS 1, *Climate-related Disclosures*
Q2 2026	New York City, USA	(Tentative) ECOSOC Forum on Financing for Development (FfD) UN Permanent Forum on Indigenous Issues (UNPFII)
	Kuala Lumpur, Malaysia	(Tentative) MIA Public Financial Management Conference 2026 – Introduction to IPSASB SRS 1, *Climate-related Disclosures*

Making Materiality Judgments – Phase 3



- Following the finalization of IFRS S1 and S2, ISSB prioritized implementation support for preparers.
- The material covers:
  - The definition of material in the ISSB standards;
  - Sustainability-related risks and opportunities; and
  - Identifying and disclosing material information

Adapt to reflect public sector differences

IPSASB Making Materiality Judgments project – Phase 3

Overview of ISSB Educational Material



Structured into three chapters and appendices:

- Chapter 1—The definition of material information and its application in ISSB Standards
- Chapter 2—Sustainability-related risks and opportunities that could reasonably be expected to affect an entity's prospects and its application in ISSB Standards
- Chapter 3—Identifying and disclosing material information
- Appendix A—Using IFRS S2 to identify climate-related risks and opportunities
- Appendix B—Reassessment of the scope of sustainability-related risks and opportunities throughout the value chain
- Appendix C—Interaction of ISSB Standards with law or regulation

Review of Material – Initial WG Discussion



Generally applicable for the public sector

However, would still need to be adapted for the public sector context

Review of ISSB Material – Initial WG Discussion

ISSB Materiality Educational Material

Connectivity Considerations

- Particularly for preparers with a financial reporting background who are applying ISSB Standards
- Aligned definitions of 'material information' with IFRS Standards

Interoperability Considerations

- For preparers applying ISSB Standards alongside the European Sustainability Reporting Standards (ESRS) and Global Reporting Initiative (GRI) Standards



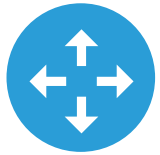
Generally applicable for the public sector



However, would still need to be adapted for the public sector context



May not be applicable for the IPSASB SRS Standards



Interoperability considerations with IFRS S2 might be more useful

Review of ISSB Material – Initial WG Discussion

Four-Step Process in ISSB Educational Material

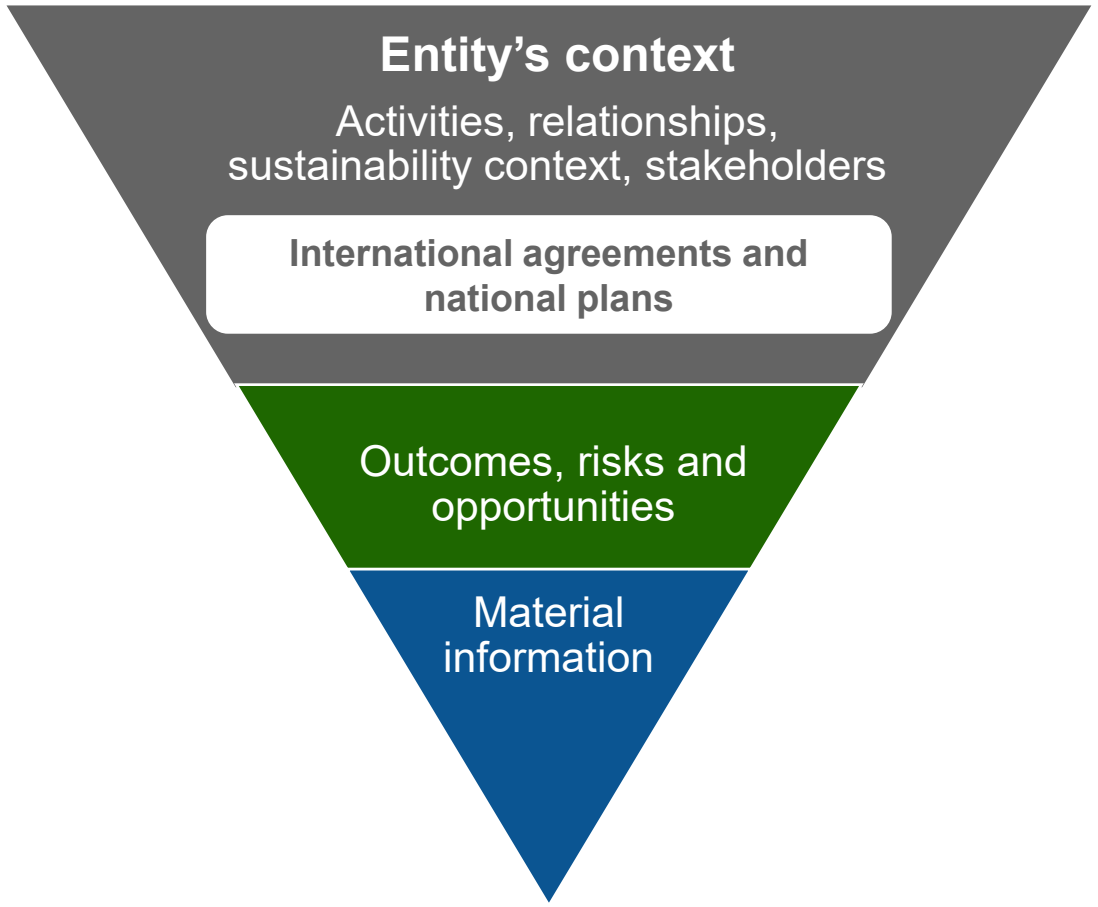
1. **Identify** information about sustainability-related risks and opportunities with potential to be material

2. **Assess** whether the potentially material information identified in Step One is, in fact, material

3. **Organize** the information within the draft sustainability-related financial disclosures

4. **Review** the draft sustainability-related financial disclosures

IPSASB SRS 1 – Determining material information



Review of ISSB Material – Next Steps



Map the ISSB educational material against IPSASB SRS 1 to identify areas of consistency and divergence

Leverage experience from the SIF to provide advice as the educational material develops

Launch Event – IPSASB SRS 1

- March 24 (Tuesday), 9:00AM - 12:30PM (ET)
- Hybrid launch event hosted by the World Bank
- More details to be shared with the Board in due course





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